APPLICATION FOR PERMIT TO APPROPRIATE THE PUBLIC WATERS OF THE STATE OF NEVADA

| Date of filing in State Engineer's Office DEC 26 2002 |
|---|
| Returned to applicant for correction |
| Corrected application filed |
| Map filed |
| ***** |
| The applicant John Paul Jones Water Association hereby makes application for permission to appropriate the public waters of the State of Nevada, as hereinafter stated. |
| ***** |
| 1. The source of the proposed appropriation is underground |
| 2. The amount of water applied for is 0.0031 c.f.s (1.39 gallons per min. or 2000 g.p. day) second-feet |
| (a) If stored in reservoir give number of acre-feet |
| 3. The water to be used for (Quasi Municipal) |
| 4. If use is for: (a) Irrigation, state number of acres to be irrigated (b) Stockwater, state number and kinds of animals to be watered (c) Other use (describe fully under No. 12. "Remarks") (d) Power: (1) Horsepower developed (2) Point of return of water to stream |
| 5. The water is to be diverted from its source at the following point within the NW¼ SW¼ Section 10, T3S, R67E, MDM at a point from which the west quarter corner of said Section 10 bears N. 33°18'49" W 1,076.28 ft. |
| 6. Place of Use Parcels 2 and 3 in the NW¼ SW¼ Section 10, T3S, R67E, MDM., of parcel map filed at Plat Book A, Pages 498 A&B of Lincoln County, Nevada Records and a portion of the SW¼ SW¼ Section 10, T03S, R67E |
| 7. Use will begin about January 1st and end about December 31st of each year. |
| 8. Description of proposed works existing well, 6 5/8" diam O.D. casing, 330' deep, 3 horsepower air motor, pipelines to 2 homes |
| 9. Estimated cost of works approx \$12,000 |
| 10. Estimated time required to construct works completed |
| 11. Estimated time required to complete the application of water to beneficial use 1 year |
| 12. Remarks: Quasi-Municipal for two homes (lots) |
| Lenard D. Smith Agent By s/Lenard D. Smith PO Box 443 Caliente NV. 89008 Compared cmf/cac lb/sam |

APPROVAL OF STATE ENGINEER

This is to certify that I have examined the foregoing application, and do hereby grant the same, subject to the following limitations and conditions:

This permit is issued subject to existing rights. understood that the amount of water herein granted is only a temporary allowance and that the final water right obtained under this permit will be dependent upon the amount of water actually placed to beneficial use. It is also understood that this right must allow for a reasonable lowering of the static water level. This well shall be equipped with a two (2) inch opening for measuring depth to water. If the well is flowing, a valve must be installed and maintained to prevent waste. A totalizing meter must be installed and maintained in the discharge pipeline near the point of diversion and accurate measurements must be kept of water placed to beneficial use. The totalizing meter must be installed before any use of water begins, or before the Proof of Completion of Work is filed. This source is located within an area designated by the State Engineer, pursuant to NRS 534.030. The State retains the right to regulate the use of the water herein granted at any and all times.

This permit does not extend the permittee the right of

ingress and egress on public, private or corporate lands.

The issuance of this permit does not waive the requirements that the permit holder obtain other permits from State, Federal and local agencies.

This permit is issued under the provisions of NRS 534.120(2) as a preferred use.

(CONTINUED ON PAGE 3)

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The amount of water to be appropriated shall be limited to the amount which can be applied to beneficial use, and not to exceed **0.0031** cubic feet per second, **but** not to exceed **0.73 million gallons annually.**

Work must be prosecuted with reasonable diligence and be completed on or before:

June 23, 2004

Proof of completion of work shall be filed on or before:

July 23, 2004

Water must be placed to beneficial use on or before:

June 23, 2005

Proof of the application of water to beneficial use shall be filed on or before: $\underline{\mathtt{July~23,~2005}}$

Map in support of proof of beneficial use shall be filed on or before: \mathbf{N}/\mathbf{A}

IN TESTIMONY WHEREOF, I, HUGH RICCI, P.E.,

State Engineer of Nevada, have hereunto set

my hand and the seal of my office,

enfice

this 23rd day of June, A.D. 2003

Completion of work filed

Completion of work filed

OF APPLICANT TO COMPLY WITH THE PROVISIONS OF PERMIT

Proof of beneficial use filed

Cultural map filed

N/A

Certificate No. ______Issued